

**AUDIT REPORT
OF
DAWSON COUNTY**

JULY 1, 2020, THROUGH JUNE 30, 2021

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the Auditor of Public Accounts.**

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Issued on October 13, 2021

DAWSON COUNTY

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DAWSON COUNTY
700 N. Washington
Lexington, NE 68850

LIST OF COUNTY OFFICIALS
At June 30, 2021

<u>Title</u>	<u>Name</u>	<u>Term Expires</u>
Board of Commissioners	P J Jacobson	Jan. 2025
	Dean Kugler	Jan. 2025
	Rod Reynolds	Jan. 2025
	Dennis Rickertsen	Jan. 2023
	Bill Stewart	Jan. 2023
Assessor	Nic VanCura	Jan. 2023
Attorney	Elizabeth Waterman	Jan. 2023
Clerk	Karla Zlatkovsky	Jan. 2023
Election Commissioner		
Register of Deeds	Dian Lauby	Jan. 2023
Clerk of the District Court	Becky Boryca	Jan. 2023
Sheriff	Ken Moody	Jan. 2023
Treasurer	Vickie Clements	Jan. 2023
Surveyor	Mark Streit	Jan. 2023
Veterans' Service Officer	Steve Zerr	Appointed
Weed Superintendent	Marty Craig	Appointed
Highway Superintendent	Mark Christiansen	Appointed
Planning & Zoning	Pam Holbrook	Appointed
Emergency Manager	Brian Woldt	Appointed
Public Defender	Kenneth Harbison	Appointed



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DAWSON COUNTY

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Dawson County, Nebraska

Report on the Financial Statements

We have audited the accompanying cash-basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Dawson County, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1. This includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash-basis financial position of the governmental activities, each major fund, and aggregate remaining fund information of Dawson County as of June 30, 2021, and the respective changes in cash-basis financial position for the year then ended in conformity with the basis of accounting described in Note 1.

Emphasis of Matters – Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

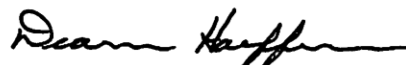
Report on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole, which collectively comprise the County's basic financial statements. The combining nonmajor fund financial statement, budgetary comparison information, schedule of office activity, schedule of expenditures of Federal awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and schedule of taxes certified and collected, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statement, budgetary comparison information, schedule of office activity, schedule of expenditures of Federal awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and schedule of taxes certified and collected, pages 17-36, are the responsibility of management and were derived from, and relate directly to, the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 4, 2021, on our consideration of Dawson County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Dawson County's internal control over financial reporting and compliance.



Deann Haeffner, CPA
Assistant Deputy Auditor
Lincoln, Nebraska

October 4, 2021

DAWSON COUNTY
STATEMENT OF NET POSITION - CASH BASIS
June 30, 2021

	Governmental Activities
ASSETS	
Cash and Cash Equivalents (Note 1.D)	\$ 25,422,993
Investments (Note 1.D)	105,837
TOTAL ASSETS	\$ 25,528,830
 NET POSITION	
Restricted for:	
Visitor Promotion	\$ 233,176
911 Emergency Services	517,646
Drug Education	27,536
Law Enforcement	57,429
Preservation of Records	31,104
Road & Bridge Projects	881,232
Unemployment Compensation	103,283
Historical Society	1,072
Coronavirus Relief & Assistance	2,291,526
Unrestricted	21,384,826
TOTAL NET POSITION	\$ 25,528,830

The notes to the financial statements are an integral part of this statement.

DAWSON COUNTY
STATEMENT OF ACTIVITIES - CASH BASIS
For the Year Ended June 30, 2021

Functions:	Cash Disbursements	Program Cash Receipts		Net (Disbursement) Receipts and Changes in Net Position
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	
Governmental Activities:				
General Government	\$ (7,398,254)	\$ 994,360	\$ 3,368,539	\$ (3,035,355)
Public Safety	(5,240,065)	1,425,199	166,297	(3,648,569)
Public Works	(3,768,392)	59,142	3,457,465	(251,785)
Public Assistance	(250,981)	-	-	(250,981)
Culture and Recreation	(271,186)	-	-	(271,186)
Total Governmental Activities	<u>\$ (16,928,878)</u>	<u>\$ 2,478,701</u>	<u>\$ 6,992,301</u>	<u>(7,457,876)</u>

General Receipts:

Property Taxes	12,025,130
Grants and Contributions Not Restricted to Specific Programs	1,228,319
Investment Income	32,743
Licenses and Permits	148,295
Insurance Reimbursements	410,775
Keno Proceeds	128,840
Miscellaneous	213,117
Total General Receipts	<u>14,187,219</u>
Increase in Net Position	6,729,343
Net Position - Beginning of year	18,799,487
Net Position - End of year	<u>\$ 25,528,830</u>

The notes to the financial statements are an integral part of this statement.

DAWSON COUNTY
STATEMENT OF CASH BASIS ASSETS AND FUND BALANCES
GOVERNMENTAL FUNDS
June 30, 2021

	General Fund	Road Fund	Inheritance Fund	Insurance Fund	Sinking Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and Cash Equivalents (Note 1.D)	\$ 6,062,315	\$ 902,735	\$ 3,429,191	\$5,795,746	\$ 3,800,000	\$ 5,433,006	\$ 25,422,993
Investments (Note 1.D)	105,837	-	-	-	-	-	105,837
TOTAL ASSETS	\$ 6,168,152	\$ 902,735	\$ 3,429,191	\$5,795,746	\$ 3,800,000	\$ 5,433,006	\$ 25,528,830
FUND BALANCES							
Restricted for:							
Visitor Promotion	-	-	-	-	-	233,176	233,176
911 Emergency Services	-	-	-	-	-	517,646	517,646
Drug Education	-	-	-	-	-	27,536	27,536
Law Enforcement	-	-	-	-	-	57,429	57,429
Preservation of Records	-	-	-	-	-	31,104	31,104
Road & Bridge Projects	-	-	-	-	-	881,232	881,232
Unemployment Compensation	-	-	-	-	-	103,283	103,283
Historical Society	-	-	-	-	-	1,072	1,072
Coronavirus Relief & Assistance	-	-	-	-	-	2,291,526	2,291,526
Committed to:							
Law Enforcement & Public Safety	-	-	-	-	-	162,478	162,478
Road Maintenance	-	902,735	-	-	-	-	902,735
Self Insurance	-	-	-	5,795,746	-	-	5,795,746
Aid and Assistance	-	-	-	-	-	8,803	8,803
County Buildings	-	-	-	-	-	92,808	92,808
Drug Court	-	-	-	-	-	107,038	107,038
Employee Recognition	-	-	-	-	-	17,410	17,410
Miscellaneous Projects	-	-	-	-	3,800,000	462,765	4,262,765
Watershed Management	-	-	-	-	-	426,175	426,175
Noxious Weed Control	-	-	-	-	-	11,525	11,525
Assigned to:							
Other Purposes	-	-	3,429,191	-	-	-	3,429,191
Unassigned	6,168,152	-	-	-	-	-	6,168,152
TOTAL CASH BASIS FUND BALANCES	\$ 6,168,152	\$ 902,735	\$ 3,429,191	\$5,795,746	\$ 3,800,000	\$ 5,433,006	\$ 25,528,830

The notes to the financial statements are an integral part of this statement.

DAWSON COUNTY
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	General Fund	Road Fund	Inheritance Fund	Insurance Fund	Sinking Fund	Other Governmental Funds	Total Governmental Funds
RECEIPTS							
Property Taxes	\$ 10,742,814	\$ -	\$ 876,524	\$ -	\$ -	\$ 405,792	\$ 12,025,130
Licenses and Permits	148,295	-	-	-	-	-	148,295
Investment Income	18,532	-	-	13,174	-	1,037	32,743
Intergovernmental	2,261,700	3,104,183	-	-	-	2,854,737	8,220,620
Charges for Services	1,883,077	11,997	-	-	-	583,627	2,478,701
Miscellaneous	35,940	103,054	-	410,775	-	202,963	752,732
TOTAL RECEIPTS	15,090,358	3,219,234	876,524	423,949	-	4,048,156	23,658,221
DISBURSEMENTS							
General Government	5,717,311	-	5,004	1,575,115	-	100,824	7,398,254
Public Safety	4,238,945	-	-	-	-	1,001,120	5,240,065
Public Works	177,401	3,211,309	-	-	-	379,682	3,768,392
Public Assistance	248,757	-	-	-	-	2,224	250,981
Culture and Recreation	-	-	-	-	-	271,186	271,186
TOTAL DISBURSEMENTS	10,382,414	3,211,309	5,004	1,575,115	-	1,755,036	16,928,878
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	4,707,944	7,925	871,520	(1,151,166)	-	2,293,120	6,729,343
OTHER FINANCING SOURCES (USES)							
Transfers in	-	654,705	-	1,422,562	-	687,981	2,765,248
Transfers out	(2,357,131)	-	-	-	-	(408,117)	(2,765,248)
TOTAL OTHER FINANCING SOURCES (USES)	(2,357,131)	654,705	-	1,422,562	-	279,864	-
Net Change in Fund Balances	2,350,813	662,630	871,520	271,396	-	2,572,984	6,729,343
CASH BASIS FUND BALANCES - BEGINNING	3,817,339	240,105	2,557,671	5,524,350	3,800,000	2,860,022	18,799,487
CASH BASIS FUND BALANCES - ENDING	\$ 6,168,152	\$ 902,735	\$ 3,429,191	\$ 5,795,746	\$ 3,800,000	\$ 5,433,006	\$ 25,528,830

The notes to the financial statements are an integral part of this statement.

DAWSON COUNTY
**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES**
FIDUCIARY FUNDS
For the Year Ended June 30, 2021

	Custodial Fund Balances July 1, 2020 (As Restated)	Receipts	Disbursements	Custodial Fund Balances June 30, 2021
ASSETS				
Cash and Cash Equivalents	\$ 3,182,840	\$ 58,487,584	\$ 58,765,496	\$ 2,904,928
LIABILITIES				
Due to other governments				
State - Collected by County Treasurer	876,908	7,084,382	7,332,606	628,684
State - Collected by Other Offices	24,129	381,542	371,537	34,134
Schools	903,525	37,319,262	37,575,609	647,178
Educational Service Units	9,512	512,257	515,785	5,984
Technical College	59,029	3,154,303	3,176,595	36,737
Natural Resource Districts	15,111	794,603	800,526	9,188
Cemetery Districts	330	33,517	33,581	266
Fire Districts	(371)	630,355	627,466	2,518
Municipalities	143,339	4,478,465	4,502,632	119,172
Agricultural Society	5,543	316,085	317,827	3,801
Drainage Districts	20,397	32,301	41,342	11,356
Railroad Transportation Safety District	580,816	340,549	170,451	750,914
Sanitary and Improvement Districts	7,942	489,423	479,031	18,334
Hospital	5,887	407,699	407,397	6,189
Airport Authorities	10,711	363,727	364,648	9,790
Others - Collected by County Treasurer	8,018	536,490	535,560	8,948
Others - Collected by Other Offices	512,014	1,612,624	1,512,903	611,735
TOTAL LIABILITIES	<u>3,182,840</u>	<u>58,487,584</u>	<u>58,765,496</u>	<u>2,904,928</u>
TOTAL NET POSITION	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

DAWSON COUNTY

NOTES TO FINANCIAL STATEMENTS

For the Fiscal Year Ended June 30, 2021

1. Summary of Significant Accounting Policies

The following is a summary of the significant accounting policies utilized in the accounting system of Dawson County.

A. Reporting Entity

Dawson County, Nebraska, (County) is a governmental entity established under and governed by the laws of the State of Nebraska (State). The County is managed by county officials who are elected on a political ballot for four-year terms. As a political subdivision of the State, the County is exempt from State and Federal income taxes. The financial statements include all funds of the County that are not legally separate. The County has also considered all potential component units for which it is financially accountable, as well as other organizations that are either fiscally dependent on the County or maintain a significant relationship with the County, such that exclusion would be misleading or incomplete. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the County to impose its will on that organization, or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County. The County is also considered financially accountable if an organization is fiscally dependent on and there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board.

As required by Generally Accepted Accounting Principles (GAAP), these financial statements present the County (the primary government). No component units were identified.

Joint Organization.

Behavioral Health Region II – The County has entered into an agreement with surrounding counties and the Nebraska Department of Health and Human Services to provide services to carry out the provisions of the Nebraska Behavioral Health Services Act (Act). Agreements were established under the authority of the Interlocal Cooperation Act for services to be provided under the Act. Region II (Region) consists of the following counties: Grant, Hooker, Thomas, Arthur, McPherson, Logan, Keith, Lincoln, Perkins, Chase, Hayes, Frontier, Dawson, Gosper, Dundy, Hitchcock, and Red Willow.

The governing board for the Region includes representatives from the participating county boards. Each county contributes to the financial support of the Region activities based on formulas developed by the Region governing board and as required by the Act. Funding is provided by a combination of Federal, State, local, and private funding. The County contributed \$138,782 toward the operation of the Region during fiscal year 2021. In the event of the termination of the agreement, assets would be disposed of in accordance with the terms of the agreement. The Nebraska Department of Health and Human Services requires the Region to be audited annually in accordance with State statute. Financial information for the Region is available in those audit reports.

Health Department – The County has entered into an agreement with the Two Rivers Public Health Department (Department) to provide public health services. The agreement was established under authority of the Interlocal Cooperation Act for services to be provided per Neb. Rev. Stat. §§ 71-1626 to 71-1636 (Reissue 2018).

DAWSON COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. **Summary of Significant Accounting Policies** (Continued)

The Department's governing board is established by statute and includes representatives from the participating county boards and the health profession. Funding is provided by a combination of Federal, State, local, and private funding. The County did not contribute toward the operation of the Department during fiscal year 2021. In the event of the termination of the agreement, assets would be disposed of in accordance with the terms of the agreement. The Department is audited in accordance with Neb. Rev. Stat. § 84-304(4) (2021 Neb. Laws, LB 528, § 51). Financial information for the Department is available in that report.

B. Basis of Presentation

Government-Wide Financial Statements. The Statement of Net Position - Cash Basis and Statement of Activities - Cash Basis display information about the activities of the County and are in the format of government-wide statements, as required by GASB Statement Number 34. These statements include all the financial activities of the County, except for fiduciary activities. Internal activities in these statements were considered immaterial and have not been eliminated. Governmental Generally Accepted Accounting Principles (GAAP) requires internal activity to be eliminated to minimize double counting. The County reports governmental activities only. Governmental activities are generally financed through taxes, intergovernmental receipts, and other nonexchange transactions. The Statement of Net Position presents the County's non-fiduciary assets in two categories:

Restricted. This category results when constraints are externally imposed on net asset use by creditors, grantors, or contributors, or imposed by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then the unrestricted resources as they are needed.

Unrestricted. This category represents resources that do not meet the definition of the preceding category. Unrestricted resources often have constraints on resources that are imposed by management, but those constraints can be removed or modified.

The statement of activities demonstrates the degree to which the direct disbursement of a given function or segment is offset by program receipts. Direct disbursements are those that are clearly identifiable with a specific function or segment. Program receipts include the following: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program receipts are reported instead as general receipts.

Fund Financial Statements. The fund financial statements provide information about the County's funds, including its fiduciary funds. GAAP requires separate statements by fund category – governmental, proprietary, and fiduciary. The County uses only the governmental and fiduciary fund categories. The County Board is the highest level of decision-making authority and has the authority, by resolution, to establish, modify, or rescind the commitment or assignment of a fund balance to a specific purpose. When resources for a specific purpose are available in more than one fund balance classification, the County's policy is to use resources in the following order: restricted, committed, assigned, and unassigned. The emphasis of fund financial statements is on major governmental funds. All remaining governmental funds are aggregated and reported as nonmajor funds.

DAWSON COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. **Summary of Significant Accounting Policies** (Continued)

The County reports the following major governmental funds:

General Fund. This is the County's primary operating fund. It accounts for financial resources of the general government, except those required to be accounted for in another fund.

Road Fund. This fund is used to account for costs associated with the repair and maintenance of roads and bridges and is primarily funded by State tax receipts.

Inheritance Fund. This fund is used to account for the receipts generated from inheritance taxes and is used for various projects.

Insurance Fund. This fund is used to account for employee insurance premiums, health insurance reimbursements, and is used for health insurance claims.

Sinking Fund. This fund is used to account for transfers from other funds, which will be used for special projects.

The County reports the following additional non-major governmental fund types:

Special Revenue Funds. These funds account for the proceeds from a specific receipt source that is restricted to disbursements for a specified purpose.

Custodial Funds. These funds account for assets held by the County as an agent for various local governments.

The County designates fund balances as follows:

Restricted. The fund balance is restricted by external impositions, such as creditors, grantors, or laws or regulations of other governments.

Committed. The fund balance has been designated by the County Board for a specific purpose.

Assigned. The fund balance has not been designated by the County Board for a specific purpose, but it has been separated based on the type of revenue.

Unassigned. This portion of the General Fund is not restricted, committed, or assigned for a specific purpose.

C. **Measurement Focus, Basis of Accounting**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus and basis of accounting. The accounting records of the County are maintained and the government-wide financial statements were reported on the basis of cash receipts and disbursements. As such, the measurement focus includes only those assets and fund balances arising from cash transactions on the Statement of Net Position - Cash Basis and the Statement of Activities - Cash Basis. Receipts are recognized when received, and disbursements are recognized when warrants are paid. This differs from governmental GAAP, which requires the government-wide and fiduciary fund financial statements to be reported using the economic resources measurement focus and the accrual basis of accounting. Under this measurement focus and basis of accounting, receipts are recorded when earned, and disbursements are recorded when a liability is incurred, regardless of the timing of related cash flows.

DAWSON COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. **Summary of Significant Accounting Policies** (Continued)

The governmental fund financial statements were also reported on the cash receipt and disbursement basis of accounting. As such, the same measurement focus and basis of accounting were used, as described above. This differs from governmental GAAP, which requires governmental fund financial statements to be reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this measurement focus and basis of accounting, receipts are recognized as soon as they are both measurable and available. Receipts are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Disbursements are generally recorded when a liability is incurred, as under accrual accounting. However, disbursements related to compensated absences claims, and judgments are recorded only when payment is due.

D. Assets and Net Position

Cash and Cash Equivalents. The County's cash and cash equivalents are considered to be cash on hand, certificates of deposits, and demand deposits.

Investments. The types of investments in which the County is authorized to invest funds are enumerated in Neb. Rev. Stat. § 77-2315, § 77-2340, and § 77-2341 (Reissue 2018) and generally include U.S. Government obligations and securities, which are authorized by the Nebraska Investment Council.

Capital Assets. Under the cash receipts and disbursements basis of accounting, capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions are reflected as disbursements in governmental funds. GAAP requires capital assets, which would include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), to be reported in the applicable governmental activities columns in the government-wide financial statements.

Depreciation expenses on capital assets were not recorded on the cash basis financial statements. Under GAAP, depreciation expenses would be recorded in the Statement of Activities. The cost of normal maintenance and repairs that does not add to the value of the asset or extend asset life is not capitalized.

Compensated Absences. Vested or accumulated vacation leave that is liquidated with expendable available financial resources is reported as a disbursement of the County funds as paid. Upon termination, employees are paid for any unused vacation. Under the receipts and disbursements basis of accounting, the liabilities for compensated absences are not reported since they do not represent liabilities arising from cash transactions. Under GAAP, the compensated absences liability would be reported in the government-wide financial statements and would be recorded in accordance with the County's policy, which is to recognize the expense and accrued liability when vacation and compensatory leave is earned.

Restricted Net Position. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then the unrestricted resources, as they are needed. Net position is reported as restricted when constraints placed on its use are either externally imposed or imposed by law through constitutional provisions or enabling legislation. The government-wide statement of net position reports \$4,144,004 of restricted net position, which is fully restricted by enabling legislation.

Budgetary Process. The County adopts an annual budget in accordance with the statutory requirements of the Nebraska Budget Act. The budget is prepared on the cash receipts and disbursements basis of accounting. The budget contains only those receipts actually received by the County Treasurer. The County does not utilize an encumbrance accounting system. All appropriated spending authority lapses at the end of the fiscal year.

DAWSON COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. **Summary of Significant Accounting Policies** (Concluded)

On or before August 1, the County budget-making authority prepares and transmits a budget for each County fund to the County Board. The budget includes the requirements, the outstanding warrants, the operating reserves to be maintained, the cash on hand at the close of the preceding fiscal year, the receipts from sources other than taxation, and the amount to be raised by taxation. The County Board must hold at least one public hearing on the proposed budget. On or before September 20, the County Board adopts the budget and appropriates the amounts specified in the budget for the departments, offices, activities, and funds of the County.

The County Board is authorized to transfer budgeted amounts between departments within any fund through resolution; however, if revisions are made that alter the total disbursements of any fund, an additional public hearing must be held. The legal level of budgetary control for the General Fund is at the function level, and the special revenue fund types are at the fund level. The County Board is also authorized to budget for the transfer of money between County funds.

2. **Deposits and Investments**

The County has generally pooled the cash resources of the various funds for investment purposes. Interest earned on pooled funds is credited to the County General Fund in accordance with Neb. Rev. Stat. § 77-2315 (Reissue 2018).

At year end, the County's carrying amount of deposits was \$25,422,993 for County funds and \$2,904,928 for Fiduciary funds. The bank balances for all funds totaled \$27,360,638. For purposes of classifying categories of custodial risk, the bank balances of the County's deposits, as of June 30, 2021, were either entirely insured or collateralized with securities held by the County's agent in the County's name.

The County's carrying value of investments is stated at cost, which approximates market. Investments consisted of \$105,837 deposited in the Nebraska Public Agency Investment Trust (NPAIT). NPAIT is a public entity investment pool operated under the direction of a nine-member Board of Trustees. All net income of the trust is determined as of the close of business on each banking day and is credited thereafter pro rata to each participant's account. Net income that has accrued to each participant is converted as of the close of business of each calendar month into additional units, which thereafter are held in each participant's trust account. Since net income of the fund is allocated among participants each time net income is determined, the net asset value remains at \$1.00 per unit. Securities held by NPAIT are not held in the County's name.

3. **Property Taxes**

Property taxes are levied by the County Board on or before October 15 of each year for all political subdivisions in the County. Real estate and personal property taxes are due and attach as an enforceable lien on January 1 following the levy date, and they become delinquent in two equal installments on May 1 and September 1. Motor vehicle taxes are due when application is made for registration of a motor vehicle.

Counties are permitted by the State Constitution to levy a tax of up to \$.50/\$100 of assessed valuation for general governmental services other than the payment of principal and interest on bonded debt. Counties may levy taxes in addition to the 50-cent limitation upon a vote of the people.

The levy set in October 2020, for the 2020 taxes, which will be materially collected in May and September 2021, was set at \$.323010/\$100 of assessed valuation. The levy set in October 2019, for the 2019 taxes, which were materially collected in May and September 2020, was set at \$.295701/\$100 of assessed valuation. The amount collected for the motor vehicle tax is outlined in State statute.

DAWSON COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

3. **Property Taxes** (Concluded)

Additionally, there is currently a statutory lid limitation, which limits taxation to the prior year's level, with provisions for growth. The lid may be increased by 1% upon the approval of a three-fourths majority of the County Board.

4. **Retirement System**

The Retirement System for Nebraska Counties (Plan) is a multiple-employer plan administered by the Public Employees Retirement Board in accordance with the provisions of the County Employees Retirement Act. The Plan consists of a defined contribution option and a cash balance benefit. The cash balance benefit is a type of defined benefit plan. The Plan provisions are established under Neb. Rev. Stat. §§ 23-2301 through 23-2334 (Reissue 2012, Cum. Supp. 2020) and may be amended through legislative action.

Participation in the Plan is required of all full-time employees. Part-time (working less than one-half of the regularly scheduled hours) employees may elect voluntary participation upon reaching age 18. Part-time elected officials may exercise the option to join.

County employees and elected officials contribute 4.5% of their total compensation. In addition, the County contributes an amount equal to 150% of the employee's contribution. The contribution rates are established by § 23-2307 and § 23-2308 and may be amended through legislative action. The employee's and employer's contributions are kept in separate accounts. The employee's account is fully vested. The employer's account is fully vested after three years of participation in the system or credit for participation in another governmental plan prior to actual contribution to the Plan. Non-vested County contributions are forfeited upon termination. Forfeitures are used to cover a portion of the pension plan's administrative expenses. Prior service benefits are paid directly by the County to the retired employee. The Plan's financial statements, including pension costs and obligations, are audited annually and can be obtained from the State of Nebraska Public Employees Retirement System.

A supplemental retirement plan was established on January 1, 2003, for the benefit of all present and future commissioned law enforcement personnel employed by the County. Employees contribute 1% of their salary, and the County contributes an amount equal to 100% of the employee's contribution. In a defined contribution plan, benefits depend solely on amounts contributed to the Plan plus investment earnings.

For the year ended June 30, 2021, 187 employees contributed \$354,821, and the County contributed \$524,249. Contributions included \$15,965 in cash contributions towards the supplemental law enforcement plan for 28 law enforcement employees.

5. **Risk Management**

The County is exposed to various risks of loss related to the following: torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County is a member of the Nebraska Intergovernmental Risk Management Association (NIRMA), a public entity risk pool currently operating as a common risk management and insurance program for 104 counties and local governments throughout Nebraska.

The County pays an annual deposit premium, as calculated by the administrator of the pool. The premium is based on the losses and exposures of each County and the entire pool. If the pool becomes insolvent or otherwise unable to discharge its legal liabilities and obligations, the County may be assessed for an additional contribution. Each county remains liable for such assessments, regardless of the county's withdrawal from participation or the termination of the agreement, as well as for liabilities of the pool incurred during the county's period of membership.

DAWSON COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

5. Risk Management (Concluded)

The agreement with NIRMA requires the risk pool to provide coverage for up to a maximum amount per occurrence and purchase commercial insurance for claims in excess of coverage provided. In the event of a liability exceeding the commercial insurance, the County would be responsible for funding the excess amount.

	NIRMA Coverage	Maximum Coverage
General Liability Claim	\$ 300,000	\$ 5,000,000
Workers' Compensation Claim	\$ 550,000	Statutory Limits
Property Damage Claim	\$ 250,000	Insured Value at Replacement Cost

The County has not paid any additional assessments to the pool or paid out any amounts that exceeded coverage provided by the pool in the last three fiscal years. There were no significant reductions in insurance coverage from the prior year coverage.

6. Interfund Transfers

Interfund transfers for the year ended June 30, 2021, consisted of the following:

	Transfers from		
<u>Transfers to</u>	General Fund	Nonmajor Funds	Total
Road Fund	\$ 654,705	\$ -	\$ 654,705
Insurance Fund	1,213,926	208,636	1,422,562
Nonmajor Funds	488,500	199,481	687,981
Total	<u>\$ 2,357,131</u>	<u>\$ 408,117</u>	<u>\$ 2,765,248</u>

Transfers are used to move unrestricted receipts collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Transfers of \$23,605, \$11,364, and \$173,667 were made to the Insurance Fund from the CASA Fund, Victim Assistance Fund, and Dispatch fund, respectively, to pay the County's portion of health insurance premiums.

In the year ended June 30, 2021, the County made a one-time transfer of \$82,571 from the 911 Enhanced Wireless Service Fund to the E911 Fund to reimburse eligible costs originally paid from the E911 Fund. Additionally, the County made a one-time transfer of \$82,700 from the E911 Fund to the Dispatch Fund to cover E911-eligible costs paid originally from the Dispatch Fund.

7. Contingent Liabilities

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, the County Attorney believes the resolution of these matters will not have a materially adverse effect on the financial condition of the County.

DAWSON COUNTY

NOTES TO FINANCIAL STATEMENTS

(Concluded)

8. **Noxious Weed Board**

The County has a separately elected Noxious Weed Board (Weed Board). The Weed Board has the authority to set rates and approve bids for the activity of the County's Noxious Weed Department.

9. **Prior Period Adjustment**

The beginning balances were increased by \$63,059 on the Fiduciary Fund Statement of Cash Receipts, Disbursements, and Changes in Cash Basis Fund Balances from the balances reported in the County's fiscal year 2020 financial statements. These adjustments were made to report the monies held by County officials other than the County Treasurer.

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
RECEIPTS				
Taxes	\$ 11,675,246	\$ 11,675,246	\$ 10,742,814	\$ (932,432)
Licenses and Permits	119,145	119,145	148,295	29,150
Interest	115,000	115,000	18,532	(96,468)
Intergovernmental	1,224,860	1,224,860	2,261,700	1,036,840
Charges for Services	2,265,350	2,265,350	1,883,077	(382,273)
Miscellaneous	42,500	42,500	35,940	(6,560)
TOTAL RECEIPTS	15,442,101	15,442,101	15,090,358	(351,743)
DISBURSEMENTS				
General Government:				
County Board	113,200	113,200	110,722	2,478
County Clerk	207,305	207,305	198,984	8,321
County Treasurer	313,973	313,973	309,095	4,878
Register of Deeds	150,605	150,605	141,599	9,006
County Assessor	519,549	599,204	599,204	-
Election Commissioner	85,325	85,325	77,730	7,595
Building and Zoning	22,550	22,550	17,206	5,344
Clerk of the District Court	318,220	318,220	243,651	74,569
County Court System	440,500	440,500	386,950	53,550
District Judge	146,540	146,540	130,912	15,628
Public Defender	246,745	246,745	246,696	49
Child Support	279,930	279,930	243,620	36,310
Building and Grounds	1,651,100	1,651,100	660,176	990,924
Agricultural Extension Agent	164,978	164,978	143,411	21,567
Miscellaneous	4,177,450	4,097,795	2,207,355	1,890,440
Public Safety				
County Sheriff	4,047,994	4,047,994	3,407,294	640,700
County Attorney	735,752	735,752	706,916	28,836
Emergency Management	187,200	187,200	124,735	62,465
Public Works				
County Surveyor	218,467	218,467	177,401	41,066
Public Assistance				
Veterans' Service Officer	70,024	70,024	60,785	9,239
Senior Citizen Handi-Bus	34,950	34,950	-	34,950
County Relief	50,000	50,000	32,115	17,885
Institutions	239,200	239,200	155,857	83,343
TOTAL DISBURSEMENTS	14,421,557	14,421,557	10,382,414	4,039,143

(Continued)

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	1,020,544	1,020,544	4,707,944	3,687,400
OTHER FINANCING SOURCES (USES)				
Transfers in	800,000	800,000	-	(800,000)
Transfers out	(4,607,576)	(4,607,576)	(2,357,131)	2,250,445
TOTAL OTHER FINANCING SOURCES (USES)	(3,807,576)	(3,807,576)	(2,357,131)	1,450,445
Net Change in Fund Balance	(2,787,032)	(2,787,032)	2,350,813	5,137,845
FUND BALANCE - BEGINNING	3,807,032	3,807,032	3,817,339	10,307
FUND BALANCE - ENDING	<u>\$ 1,020,000</u>	<u>\$ 1,020,000</u>	<u>\$ 6,168,152</u>	<u>\$ 5,148,152</u>

(Concluded)

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
MAJOR FUNDS

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
ROAD FUND				
RECEIPTS				
Intergovernmental	\$ 2,641,899	\$ 2,641,899	\$ 3,104,183	\$ 462,284
Charges for Services	-	-	11,997	11,997
Miscellaneous	1,006,000	1,006,000	103,054	(902,946)
TOTAL RECEIPTS	3,647,899	3,647,899	3,219,234	(428,665)
DISBURSEMENTS	7,192,580	7,192,580	3,211,309	3,981,271
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(3,544,681)	(3,544,681)	7,925	3,552,606
OTHER FINANCING SOURCES (USES)				
Transfers in	4,004,576	4,004,576	654,705	(3,349,871)
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	4,004,576	4,004,576	654,705	(3,349,871)
Net Change in Fund Balance	459,895	459,895	662,630	202,735
FUND BALANCE - BEGINNING	240,105	240,105	240,105	-
FUND BALANCE - ENDING	\$ 700,000	\$ 700,000	\$ 902,735	\$ 202,735
INHERITANCE FUND				
RECEIPTS				
Taxes	\$ 442,329	\$ 442,329	\$ 876,524	\$ 434,195
TOTAL RECEIPTS	442,329	442,329	876,524	434,195
DISBURSEMENTS	3,000,000	3,000,000	5,004	2,994,996
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(2,557,671)	(2,557,671)	871,520	3,429,191
Net Change in Fund Balance	(2,557,671)	(2,557,671)	871,520	3,429,191
FUND BALANCE - BEGINNING	2,557,671	2,557,671	2,557,671	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ 3,429,191	\$ 3,429,191

(Continued)

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
MAJOR FUNDS

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
INSURANCE FUND				
RECEIPTS				
Interest	\$ -	\$ -	\$ 13,174	\$ 13,174
Miscellaneous	25,650	25,650	410,775	385,125
TOTAL RECEIPTS	25,650	25,650	423,949	398,299
DISBURSEMENTS	4,600,000	4,600,000	1,575,115	3,024,885
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(4,574,350)	(4,574,350)	(1,151,166)	3,423,184
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	1,422,562	1,422,562
Transfers out	(700,000)	(700,000)	-	700,000
TOTAL OTHER FINANCING SOURCES (USES)	(700,000)	(700,000)	1,422,562	2,122,562
Net Change in Fund Balance	(5,274,350)	(5,274,350)	271,396	5,545,746
FUND BALANCE - BEGINNING	5,274,350	5,274,350	5,524,350	250,000
FUND BALANCE - ENDING	\$ -	\$ -	\$ 5,795,746	\$ 5,795,746
SINKING FUND				
RECEIPTS	\$ -	\$ -	\$ -	\$ -
DISBURSEMENTS	3,800,000	3,800,000	-	3,800,000
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(3,800,000)	(3,800,000)	-	3,800,000
Net Change in Fund Balance	(3,800,000)	(3,800,000)	-	3,800,000
FUND BALANCE - BEGINNING	3,800,000	3,800,000	3,800,000	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ 3,800,000	\$ 3,800,000

(Concluded)

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
HIGHWAY BUYBACK FUND				
Receipts	\$ 353,282	\$ 353,282	\$ 353,282	\$ -
Disbursements	(1,098,658)	(1,098,658)	(217,426)	881,232
Net Change in Fund Balance	(745,376)	(745,376)	135,856	881,232
Fund Balance - Beginning	745,376	745,376	745,376	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 881,232</u>	<u>\$ 881,232</u>
VISITORS' PROMOTION FUND				
Receipts	\$ 135,440	\$ 135,440	\$ 97,508	\$ (37,932)
Disbursements	(186,278)	(186,278)	(110,137)	76,141
Net Change in Fund Balance	(50,838)	(50,838)	(12,629)	38,209
Fund Balance - Beginning	50,838	50,838	50,838	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,209</u>	<u>\$ 38,209</u>
VISITORS' IMPROVEMENT FUND				
Receipts	\$ 40,124	\$ 40,124	\$ 97,510	\$ 57,386
Disbursements	(205,670)	(205,670)	(68,089)	137,581
Net Change in Fund Balance	(165,546)	(165,546)	29,421	194,967
Fund Balance - Beginning	165,546	165,546	165,546	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 194,967</u>	<u>\$ 194,967</u>
REGISTER OF DEEDS PRESERVATION AND MODERNIZATION FUND				
Receipts	\$ 33,613	\$ 33,613	\$ 18,455	\$ (15,158)
Disbursements	(55,000)	(55,000)	(8,738)	46,262
Net Change in Fund Balance	(21,387)	(21,387)	9,717	31,104
Fund Balance - Beginning	21,387	21,387	21,387	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,104</u>	<u>\$ 31,104</u>
UNEMPLOYMENT COMPENSATION FUND				
Receipts	\$ 8,871	\$ 8,871	\$ 3,467	\$ (5,404)
Disbursements	(115,000)	(115,000)	(6,313)	108,687
Net Change in Fund Balance	(106,129)	(106,129)	(2,846)	103,283
Fund Balance - Beginning	106,129	106,129	106,129	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 103,283</u>	<u>\$ 103,283</u>

(Continued)

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
PARENT CHILD CENTER FUND				
Receipts	\$ -	\$ -	\$ -	\$ -
Disbursements	(10,000)	(10,000)	(10,000)	-
Transfers in	10,000	10,000	10,000	-
Transfers out	-	-	-	-
Net Change in Fund Balance	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
VETERANS' AID FUND				
Receipts	\$ 3,973	\$ 3,973	\$ -	\$ (3,973)
Disbursements	(15,000)	(15,000)	(2,224)	12,776
Net Change in Fund Balance	(11,027)	(11,027)	(2,224)	8,803
Fund Balance - Beginning	11,027	11,027	11,027	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,803</u>	<u>\$ 8,803</u>
CASA FUND				
Receipts	\$ 107,569	\$ 107,569	\$ 119,218	\$ 11,649
Disbursements	(151,174)	(151,174)	(103,955)	47,219
Transfers in	20,000	20,000	2,000	(18,000)
Transfers out	-	-	(23,605)	(23,605)
Net Change in Fund Balance	(23,605)	(23,605)	(6,342)	17,263
Fund Balance - Beginning	23,605	23,605	23,605	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,263</u>	<u>\$ 17,263</u>
STOP FUND				
Receipts	\$ 28,757	\$ 28,757	\$ 2,050	\$ (26,707)
Disbursements	(50,000)	(50,000)	(13,968)	36,032
Net Change in Fund Balance	(21,243)	(21,243)	(11,918)	9,325
Fund Balance - Beginning	21,243	21,243	21,243	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,325</u>	<u>\$ 9,325</u>
COUNTY DRUG LAW ENFORCEMENT AND EDUCATION FUND				
Receipts	\$ 21,162	\$ 21,162	\$ 23,990	\$ 2,828
Disbursements	(50,000)	(50,000)	(25,292)	24,708
Net Change in Fund Balance	(28,838)	(28,838)	(1,302)	27,536
Fund Balance - Beginning	28,838	28,838	28,838	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,536</u>	<u>\$ 27,536</u>

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
MID-WEST NEBRASKA DRUG COURT FUND				
Receipts	\$ 530	\$ 530	\$ 6,310	\$ 5,780
Disbursements	(107,000)	(107,000)	(5,742)	101,258
Net Change in Fund Balance	(106,470)	(106,470)	568	107,038
Fund Balance - Beginning	106,470	106,470	106,470	-
Fund Balance - Ending	\$ -	\$ -	\$ 107,038	\$ 107,038
K-9 DOG FUND				
Receipts	\$ 747	\$ 747	\$ 6,718	\$ 5,971
Disbursements	(10,000)	(10,000)	(1,214)	8,786
Net Change in Fund Balance	(9,253)	(9,253)	5,504	14,757
Fund Balance - Beginning	9,253	9,253	9,253	-
Fund Balance - Ending	\$ -	\$ -	\$ 14,757	\$ 14,757
SHERIFF GRANT FUND				
Receipts	\$ 9,020	\$ 9,020	\$ 5,606	\$ (3,414)
Disbursements	(31,000)	(31,000)	(6,469)	24,531
Net Change in Fund Balance	(21,980)	(21,980)	(863)	21,117
Fund Balance - Beginning	21,980	21,980	21,980	-
Fund Balance - Ending	\$ -	\$ -	\$ 21,117	\$ 21,117
SCAAP FUND				
Receipts	\$ 13,239	\$ 13,239	\$ -	\$ (13,239)
Disbursements	(48,000)	(48,000)	(5,448)	42,552
Net Change in Fund Balance	(34,761)	(34,761)	(5,448)	29,313
Fund Balance - Beginning	34,761	34,761	34,761	-
Fund Balance - Ending	\$ -	\$ -	\$ 29,313	\$ 29,313
CASA GRANT FUND				
Receipts	\$ 3,144	\$ 3,144	\$ 1,720	\$ (1,424)
Disbursements	(8,000)	(8,000)	(1,620)	6,380
Net Change in Fund Balance	(4,856)	(4,856)	100	4,956
Fund Balance - Beginning	4,856	4,856	4,856	-
Fund Balance - Ending	\$ -	\$ -	\$ 4,956	\$ 4,956

(Continued)

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
JUVENILE SERVICES - HEALING HEARTS FUND				
Receipts	\$ 1	\$ 1	\$ -	\$ (1)
Disbursements	(4,000)	(4,000)	-	4,000
Net Change in Fund Balance	(3,999)	(3,999)	-	3,999
Fund Balance - Beginning	3,999	3,999	3,999	-
Fund Balance - Ending	\$ -	\$ -	\$ 3,999	\$ 3,999
COUNTY GRANT FUND				
Receipts	\$ 497,000	\$ 497,000	\$ -	\$ (497,000)
Disbursements	(500,000)	(500,000)	-	500,000
Net Change in Fund Balance	(3,000)	(3,000)	-	3,000
Fund Balance - Beginning	3,000	3,000	3,000	-
Fund Balance - Ending	\$ -	\$ -	\$ 3,000	\$ 3,000
VICTIM ASSISTANCE FUND				
Receipts	\$ 48,379	\$ 48,379	\$ 48,558	\$ 179
Disbursements	(88,981)	(88,981)	(59,792)	29,189
Transfers in	32,000	32,000	22,000	(10,000)
Transfers out	-	-	(11,364)	(11,364)
Net Change in Fund Balance	(8,602)	(8,602)	(598)	8,004
Fund Balance - Beginning	8,602	8,602	8,602	-
Fund Balance - Ending	\$ -	\$ -	\$ 8,004	\$ 8,004
EMPLOYEE RECOGNITION FUND				
Receipts	\$ 3,797	\$ 3,797	\$ 3,204	\$ (593)
Disbursements	(20,000)	(20,000)	(1,997)	18,003
Net Change in Fund Balance	(16,203)	(16,203)	1,207	17,410
Fund Balance - Beginning	16,203	16,203	16,203	-
Fund Balance - Ending	\$ -	\$ -	\$ 17,410	\$ 17,410
LOTTERY FUND				
Receipts	\$ 56,075	\$ 56,075	\$ 129,877	\$ 73,802
Disbursements	(288,000)	(288,000)	(27,037)	260,963
Transfers in	-	-	-	-
Transfers out	(162,000)	(162,000)	(34,000)	128,000
Net Change in Fund Balance	(393,925)	(393,925)	68,840	462,765
Fund Balance - Beginning	393,925	393,925	393,925	-
Fund Balance - Ending	\$ -	\$ -	\$ 462,765	\$ 462,765

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
E911 FUND				
Receipts	\$ 13,516	\$ 13,516	\$ 41,618	\$ 28,102
Disbursements	(359,404)	(359,404)	(50,546)	308,858
Transfers in	82,781	82,781	82,571	(210)
Transfers out	(90,596)	(90,596)	(82,700)	7,896
Net Change in Fund Balance	(353,703)	(353,703)	(9,057)	344,646
Fund Balance - Beginning	353,703	353,703	353,703	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 344,646</u>	<u>\$ 344,646</u>

911 ENHANCED WIRELESS SERVICE

FUND

Receipts	\$ 82,781	\$ 82,781	\$ 82,781	\$ -
Disbursements	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(82,781)	(82,781)	(82,781)	-
Net Change in Fund Balance	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

911 ENHANCED WIRELESS RESERVE

FUND

Receipts	\$ -	\$ -	\$ -	\$ -
Disbursements	(172,790)	(172,790)	-	172,790
Transfers in	-	-	210	210
Transfers out	-	-	-	-
Net Change in Fund Balance	(172,790)	(172,790)	210	173,000
Fund Balance - Beginning	172,790	172,790	172,790	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 173,000</u>	<u>\$ 173,000</u>

RANGE MANAGEMENT FUND

Receipts	\$ 2,151	\$ 2,151	\$ 1,500	\$ (651)
Disbursements	(3,500)	(3,500)	(1,319)	2,181
Transfers in	-	-	500	500
Transfers out	-	-	-	-
Net Change in Fund Balance	(1,349)	(1,349)	681	2,030
Fund Balance - Beginning	1,349	1,349	1,349	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,030</u>	<u>\$ 2,030</u>

(Continued)

DAWSON COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
DISPATCH FUND				
Receipts	\$ 270,000	\$ 270,000	\$ 271,000	\$ 1,000
Disbursements	(793,615)	(793,615)	(581,787)	211,828
Transfers in	490,596	490,596	482,700	(7,896)
Transfers out	-	-	(173,667)	(173,667)
Net Change in Fund Balance	(33,019)	(33,019)	(1,754)	31,265
Fund Balance - Beginning	33,019	33,019	33,019	-
Fund Balance - Ending	\$ -	\$ -	\$ 31,265	\$ 31,265
BUILDING FUND				
Receipts	\$ 14,586	\$ 14,586	\$ 56,783	\$ 42,197
Disbursements	(103,000)	(103,000)	(52,389)	50,611
Net Change in Fund Balance	(88,414)	(88,414)	4,394	92,808
Fund Balance - Beginning	88,414	88,414	88,414	-
Fund Balance - Ending	\$ -	\$ -	\$ 92,808	\$ 92,808
SPRING CREEK WATERSHED FUND				
Receipts	\$ 11,605	\$ 11,605	\$ 17,130	\$ 5,525
Disbursements	(425,000)	(425,000)	(4,350)	420,650
Net Change in Fund Balance	(413,395)	(413,395)	12,780	426,175
Fund Balance - Beginning	413,395	413,395	413,395	-
Fund Balance - Ending	\$ -	\$ -	\$ 426,175	\$ 426,175
NOXIOUS WEED FUND				
Receipts	\$ 73,375	\$ 73,375	\$ 80,156	\$ 6,781
Disbursements	(182,000)	(182,000)	(162,256)	19,744
Transfers in	203,000	203,000	88,000	(115,000)
Transfers out	-	-	-	-
Net Change in Fund Balance	94,375	94,375	5,900	(88,475)
Fund Balance - Beginning	5,625	5,625	5,625	-
Fund Balance - Ending	\$ 100,000	\$ 100,000	\$ 11,525	\$ (88,475)
INVENTORY MAINTENANCE FUND				
Receipts	\$ 215,329	\$ 215,329	\$ 197,175	\$ (18,154)
Disbursements	(227,000)	(227,000)	(133,968)	93,032
Net Change in Fund Balance	(11,671)	(11,671)	63,207	74,878
Fund Balance - Beginning	11,671	11,671	11,671	-
Fund Balance - Ending	\$ -	\$ -	\$ 74,878	\$ 74,878

(Continued)

DAWSON COUNTY
**BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS**

For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>HISTORICAL SOCIETY FUND</u>				
Receipts	\$ 90,000	\$ 90,000	\$ 91,014	\$ 1,014
Disbursements	(93,018)	(93,018)	(92,960)	58
Net Change in Fund Balance	(3,018)	(3,018)	(1,946)	1,072
Fund Balance - Beginning	3,018	3,018	3,018	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,072</u>	<u>\$ 1,072</u>
<u>COVID AMERICAN RESCUE PLAN FUND</u>				
Receipts	\$ -	\$ -	\$ 2,291,526	\$ 2,291,526
Disbursements	-	-	-	-
Net Change in Fund Balance	-	-	2,291,526	2,291,526
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,291,526</u>	<u>\$ 2,291,526</u>

(Concluded)

DAWSON COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	Highway Buyback Fund	Visitors' Promotion Fund	Visitors' Improvement Fund	Register of Deeds Preservation and Modernization Fund	Unemployment Compensation Fund	Parent Child Center Fund
RECEIPTS						
Property Taxes	\$ -	\$ 97,508	\$ 97,510	\$ -	\$ 3,413	\$ -
Investment Income	-	-	-	-	-	-
Intergovernmental	353,282	-	-	-	54	-
Charges for Services	-	-	-	18,455	-	-
Miscellaneous	-	-	-	-	-	-
TOTAL RECEIPTS	<u>353,282</u>	<u>97,508</u>	<u>97,510</u>	<u>18,455</u>	<u>3,467</u>	<u>-</u>
DISBURSEMENTS						
General Government	-	-	-	8,738	6,313	-
Public Safety	-	-	-	-	-	10,000
Public Works	217,426	-	-	-	-	-
Health and Sanitation	-	-	-	-	-	-
Public Assistance	-	-	-	-	-	-
Culture and Recreation	-	110,137	68,089	-	-	-
Debt Service:						
Principal Payments	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>217,426</u>	<u>110,137</u>	<u>68,089</u>	<u>8,738</u>	<u>6,313</u>	<u>10,000</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>135,856</u>	<u>(12,629)</u>	<u>29,421</u>	<u>9,717</u>	<u>(2,846)</u>	<u>(10,000)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	10,000
Transfers out	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
Net Change in Fund Balances	135,856	(12,629)	29,421	9,717	(2,846)	-
FUND BALANCES - BEGINNING	<u>745,376</u>	<u>50,838</u>	<u>165,546</u>	<u>21,387</u>	<u>106,129</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 881,232</u>	<u>\$ 38,209</u>	<u>\$ 194,967</u>	<u>\$ 31,104</u>	<u>\$ 103,283</u>	<u>\$ -</u>
FUND BALANCES:						
Restricted for:						
Visitor Promotion	-	38,209	194,967	-	-	-
911 Emergency Services	-	-	-	-	-	-
Drug Education	-	-	-	-	-	-
Law Enforcement	-	-	-	-	-	-
Preservation of Records	-	-	-	31,104	-	-
Road & Bridge Projects	881,232	-	-	-	-	-
Unemployment Compensation	-	-	-	-	103,283	-
Historical Society	-	-	-	-	-	-
Coronavirus Relief & Assistance	-	-	-	-	-	-
Committed to:						
Law Enforcement & Public Safety	-	-	-	-	-	-
Aid and Assistance	-	-	-	-	-	-
County Buildings	-	-	-	-	-	-
Drug Court	-	-	-	-	-	-
Employee Recognition	-	-	-	-	-	-
Miscellaneous Projects	-	-	-	-	-	-
Watershed Management	-	-	-	-	-	-
Noxious Weed Control	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>\$ 881,232</u>	<u>\$ 38,209</u>	<u>\$ 194,967</u>	<u>\$ 31,104</u>	<u>\$ 103,283</u>	<u>\$ -</u>

(Continued)

DAWSON COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	Veterans' Aid Fund	CASA Fund	STOP Fund	County Drug Law Enforcement and Education Fund	Mid-West Nebraska Drug Court Fund	K-9 Dog Fund
RECEIPTS						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment Income	-	-	-	-	-	-
Intergovernmental	-	78,615	-	-	-	-
Charges for Services	-	-	2,050	-	-	6,718
Miscellaneous	-	40,603	-	23,990	6,310	-
TOTAL RECEIPTS	<u>-</u>	<u>119,218</u>	<u>2,050</u>	<u>23,990</u>	<u>6,310</u>	<u>6,718</u>
DISBURSEMENTS						
General Government	-	-	-	-	-	-
Public Safety	-	103,955	13,968	25,292	5,742	1,214
Public Works	-	-	-	-	-	-
Health and Sanitation	-	-	-	-	-	-
Public Assistance	2,224	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Debt Service:						
Principal Payments	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>2,224</u>	<u>103,955</u>	<u>13,968</u>	<u>25,292</u>	<u>5,742</u>	<u>1,214</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>(2,224)</u>	<u>15,263</u>	<u>(11,918)</u>	<u>(1,302)</u>	<u>568</u>	<u>5,504</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	2,000	-	-	-	-
Transfers out	-	(23,605)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(21,605)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(2,224)	(6,342)	(11,918)	(1,302)	568	5,504
FUND BALANCES - BEGINNING	<u>11,027</u>	<u>23,605</u>	<u>21,243</u>	<u>28,838</u>	<u>106,470</u>	<u>9,253</u>
FUND BALANCES - ENDING	<u>\$ 8,803</u>	<u>\$ 17,263</u>	<u>\$ 9,325</u>	<u>\$ 27,536</u>	<u>\$ 107,038</u>	<u>\$ 14,757</u>
FUND BALANCES:						
Restricted for:						
Visitor Promotion	-	-	-	-	-	-
911 Emergency Services	-	-	-	-	-	-
Drug Education	-	-	-	27,536	-	-
Law Enforcement	-	-	-	-	-	-
Preservation of Records	-	-	-	-	-	-
Road & Bridge Projects	-	-	-	-	-	-
Unemployment Compensation	-	-	-	-	-	-
Historical Society	-	-	-	-	-	-
Coronavirus Relief & Assistance	-	-	-	-	-	-
Committed to:						
Law Enforcement & Public Safety	-	17,263	9,325	-	-	14,757
Aid and Assistance	8,803	-	-	-	-	-
County Buildings	-	-	-	-	-	-
Drug Court	-	-	-	-	107,038	-
Employee Recognition	-	-	-	-	-	-
Miscellaneous Projects	-	-	-	-	-	-
Watershed Management	-	-	-	-	-	-
Noxious Weed Control	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>\$ 8,803</u>	<u>\$ 17,263</u>	<u>\$ 9,325</u>	<u>\$ 27,536</u>	<u>\$ 107,038</u>	<u>\$ 14,757</u>

(Continued)

DAWSON COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	Sheriff Grant Fund	SCAAP Fund	CASA Grant Fund	Juvenile Services - Healing Hearts Fund	County Grant Fund	Victim Assistance Fund	Employee Recognition Fund
RECEIPTS							
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment Income	-	-	-	-	-	-	-
Intergovernmental	5,606	-	-	-	-	48,558	-
Charges for Services	-	-	-	-	-	-	3,204
Miscellaneous	-	-	1,720	-	-	-	-
TOTAL RECEIPTS	<u>5,606</u>	<u>-</u>	<u>1,720</u>	<u>-</u>	<u>-</u>	<u>48,558</u>	<u>3,204</u>
DISBURSEMENTS							
General Government	-	-	-	-	-	-	1,997
Public Safety	6,469	5,448	1,620	-	-	59,792	-
Public Works	-	-	-	-	-	-	-
Health and Sanitation	-	-	-	-	-	-	-
Public Assistance	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-
Debt Service:							
Principal Payments	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>6,469</u>	<u>5,448</u>	<u>1,620</u>	<u>-</u>	<u>-</u>	<u>59,792</u>	<u>1,997</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>(863)</u>	<u>(5,448)</u>	<u>100</u>	<u>-</u>	<u>-</u>	<u>(11,234)</u>	<u>1,207</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	22,000	-
Transfers out	-	-	-	-	-	(11,364)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,636</u>	<u>-</u>
Net Change in Fund Balances	(863)	(5,448)	100	-	-	(598)	1,207
FUND BALANCES - BEGINNING	<u>21,980</u>	<u>34,761</u>	<u>4,856</u>	<u>3,999</u>	<u>3,000</u>	<u>8,602</u>	<u>16,203</u>
FUND BALANCES - ENDING	<u>\$ 21,117</u>	<u>\$ 29,313</u>	<u>\$ 4,956</u>	<u>\$ 3,999</u>	<u>\$ 3,000</u>	<u>\$ 8,004</u>	<u>\$ 17,410</u>
FUND BALANCES:							
Restricted for:							
Visitor Promotion	-	-	-	-	-	-	-
911 Emergency Services	-	-	-	-	-	-	-
Drug Education	-	-	-	-	-	-	-
Law Enforcement	21,117	29,313	-	3,999	3,000	-	-
Preservation of Records	-	-	-	-	-	-	-
Road & Bridge Projects	-	-	-	-	-	-	-
Unemployment Compensation	-	-	-	-	-	-	-
Historical Society	-	-	-	-	-	-	-
Coronavirus Relief & Assistance	-	-	-	-	-	-	-
Committed to:							
Law Enforcement & Public Safety	-	-	4,956	-	-	8,004	-
Aid and Assistance	-	-	-	-	-	-	-
County Buildings	-	-	-	-	-	-	-
Drug Court	-	-	-	-	-	-	-
Employee Recognition	-	-	-	-	-	-	17,410
Miscellaneous Projects	-	-	-	-	-	-	-
Watershed Management	-	-	-	-	-	-	-
Noxious Weed Control	-	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>\$ 21,117</u>	<u>\$ 29,313</u>	<u>\$ 4,956</u>	<u>\$ 3,999</u>	<u>\$ 3,000</u>	<u>\$ 8,004</u>	<u>\$ 17,410</u>

(Continued)

DAWSON COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	Lottery Fund	E911 Fund	911 Enhanced Wireless Service Fund	911 Enhanced Wireless Reserve Fund	Range Management Fund	Dispatch Fund	Building Fund
RECEIPTS							
Property Taxes	\$ -	\$ 41,618	\$ 82,781	\$ -	\$ -	\$ -	\$ -
Investment Income	1,037	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	36,033
Charges for Services	-	-	-	-	-	271,000	20,750
Miscellaneous	128,840	-	-	-	1,500	-	-
TOTAL RECEIPTS	<u>129,877</u>	<u>41,618</u>	<u>82,781</u>	<u>-</u>	<u>1,500</u>	<u>271,000</u>	<u>56,783</u>
DISBURSEMENTS							
General Government	27,037	-	-	-	-	-	52,389
Public Safety	-	50,546	-	-	1,319	581,787	-
Public Works	-	-	-	-	-	-	-
Health and Sanitation	-	-	-	-	-	-	-
Public Assistance	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-
Debt Service:							
Principal Payments	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>27,037</u>	<u>50,546</u>	<u>-</u>	<u>-</u>	<u>1,319</u>	<u>581,787</u>	<u>52,389</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>102,840</u>	<u>(8,928)</u>	<u>82,781</u>	<u>-</u>	<u>181</u>	<u>(310,787)</u>	<u>4,394</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	82,571	-	210	500	482,700	-
Transfers out	(34,000)	(82,700)	(82,781)	-	-	(173,667)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(34,000)</u>	<u>(129)</u>	<u>(82,781)</u>	<u>210</u>	<u>500</u>	<u>309,033</u>	<u>-</u>
Net Change in Fund Balances	68,840	(9,057)	-	210	681	(1,754)	4,394
FUND BALANCES - BEGINNING	<u>393,925</u>	<u>353,703</u>	<u>-</u>	<u>172,790</u>	<u>1,349</u>	<u>33,019</u>	<u>88,414</u>
FUND BALANCES - ENDING	<u>\$ 462,765</u>	<u>\$ 344,646</u>	<u>\$ -</u>	<u>\$ 173,000</u>	<u>\$ 2,030</u>	<u>\$ 31,265</u>	<u>\$ 92,808</u>
FUND BALANCES:							
Restricted for:							
Visitor Promotion	-	-	-	-	-	-	-
911 Emergency Services	-	344,646	-	173,000	-	-	-
Drug Education	-	-	-	-	-	-	-
Law Enforcement	-	-	-	-	-	-	-
Preservation of Records	-	-	-	-	-	-	-
Road & Bridge Projects	-	-	-	-	-	-	-
Unemployment Compensation	-	-	-	-	-	-	-
Historical Society	-	-	-	-	-	-	-
Coronavirus Relief & Assistance	-	-	-	-	-	-	-
Committed to:							
Law Enforcement & Public Safety	-	-	-	-	2,030	31,265	-
Aid and Assistance	-	-	-	-	-	-	-
County Buildings	-	-	-	-	-	-	92,808
Drug Court	-	-	-	-	-	-	-
Employee Recognition	-	-	-	-	-	-	-
Miscellaneous Projects	462,765	-	-	-	-	-	-
Watershed Management	-	-	-	-	-	-	-
Noxious Weed Control	-	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>\$ 462,765</u>	<u>\$ 344,646</u>	<u>\$ -</u>	<u>\$ 173,000</u>	<u>\$ 2,030</u>	<u>\$ 31,265</u>	<u>\$ 92,808</u>

(Continued)

DAWSON COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	Spring Creek Watershed Fund	Noxious Weed Fund	Inventory Maintenance Fund	Historical Society Fund	COVID American Rescue Plan Fund	Total Nonmajor Governmental Funds
RECEIPTS						
Property Taxes	\$ -	\$ -	\$ -	\$ 82,962	\$ -	\$ 405,792
Investment Income	-	-	-	-	-	1,037
Intergovernmental	-	33,011	-	8,052	2,291,526	2,854,737
Charges for Services	17,130	47,145	197,175	-	-	583,627
Miscellaneous	-	-	-	-	-	202,963
TOTAL RECEIPTS	17,130	80,156	197,175	91,014	2,291,526	4,048,156
DISBURSEMENTS						
General Government	4,350	-	-	-	-	100,824
Public Safety	-	-	133,968	-	-	1,001,120
Public Works	-	162,256	-	-	-	379,682
Health and Sanitation	-	-	-	-	-	-
Public Assistance	-	-	-	-	-	2,224
Culture and Recreation	-	-	-	92,960	-	271,186
Debt Service:						-
Principal Payments	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	-
TOTAL DISBURSEMENTS	4,350	162,256	133,968	92,960	-	1,755,036
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	12,780	(82,100)	63,207	(1,946)	2,291,526	2,293,120
OTHER FINANCING SOURCES (USES)						
Transfers in	-	88,000	-	-	-	687,981
Transfers out	-	-	-	-	-	(408,117)
TOTAL OTHER FINANCING SOURCES (USES)	-	88,000	-	-	-	279,864
Net Change in Fund Balances	12,780	5,900	63,207	(1,946)	2,291,526	2,572,984
FUND BALANCES - BEGINNING	413,395	5,625	11,671	3,018	-	2,860,022
FUND BALANCES - ENDING	\$ 426,175	\$ 11,525	\$ 74,878	\$ 1,072	\$ 2,291,526	\$ 5,433,006
FUND BALANCES:						
Restricted for:						
Visitor Promotion	-	-	-	-	-	233,176
911 Emergency Services	-	-	-	-	-	517,646
Drug Education	-	-	-	-	-	27,536
Law Enforcement	-	-	-	-	-	57,429
Preservation of Records	-	-	-	-	-	31,104
Road & Bridge Projects	-	-	-	-	-	881,232
Unemployment Compensation	-	-	-	-	-	103,283
Historical Society	-	-	-	1,072	-	1,072
Coronavirus Relief & Assistance	-	-	-	-	2,291,526	2,291,526
Committed to:						
Law Enforcement & Public Safety	-	-	74,878	-	-	162,478
Aid and Assistance	-	-	-	-	-	8,803
County Buildings	-	-	-	-	-	92,808
Drug Court	-	-	-	-	-	107,038
Employee Recognition	-	-	-	-	-	17,410
Miscellaneous Projects	-	-	-	-	-	462,765
Watershed Management	426,175	-	-	-	-	426,175
Noxious Weed Control	-	11,525	-	-	-	11,525
TOTAL FUND BALANCES	\$ 426,175	\$ 11,525	\$ 74,878	\$ 1,072	\$ 2,291,526	\$ 5,433,006

(Concluded)

DAWSON COUNTY
SCHEDULE OF OFFICE ACTIVITIES
For the Year Ended June 30, 2021

	County Clerk	Register of Deeds	Clerk of the District Court	County Sheriff	County Attorney	Weed Superintendent
BALANCES JULY 1, 2020	\$ 5,749	\$ 35,182	\$ 481,430	\$ 131,474	\$ 6,034	\$ 10,456
RECEIPTS						
Property Taxes	-	-	-	43,463	-	-
Licenses and Permits	5,794	-	-	2,640	-	-
Intergovernmental	-	-	-	1,109,825	-	33,000
Charges for Services	14,143	213,593	111,488	409,066	-	50,366
Miscellaneous	130,618	2	-	10,296	297	-
State Fees	-	281,228	100,179	-	-	-
Other Liabilities	2,075	608	1,023,465	586,476	-	-
TOTAL RECEIPTS	152,630	495,431	1,235,132	2,161,766	297	83,366
DISBURSEMENTS						
Payments to County Treasurer	153,427	209,623	108,121	1,528,645	21	80,145
Payments to State Treasurer	-	269,413	101,989	-	-	-
Petty Cash	1,778	-	-	348	296	-
Other Liabilities	2,075	608	970,854	539,366	-	-
TOTAL DISBURSEMENTS	157,280	479,644	1,180,964	2,068,359	317	80,145
BALANCES JUNE 30, 2021	\$ 1,099	\$ 50,969	\$ 535,598	\$ 224,881	\$ 6,014	\$ 13,677
BALANCES CONSIST OF:						
Due to County Treasurer	\$ 499	\$ 20,753	\$ 11,612	\$ 124,414	\$ 5,714	\$ 13,677
Petty Cash	600	-	100	8,700	300	-
Due to State Treasurer	-	30,216	3,918	-	-	-
Due to Others	-	-	519,968	91,767	-	-
BALANCES JUNE 30, 2021	\$ 1,099	\$ 50,969	\$ 535,598	\$ 224,881	\$ 6,014	\$ 13,677

(Continued)

DAWSON COUNTY
SCHEDULE OF OFFICE ACTIVITIES
For the Year Ended June 30, 2021

	Highway Superintendent	Veterans' Service Officer	County Surveyor	County Child Support	County Planning and Zoning	Imprest Accounts	Total
BALANCES JULY 1, 2020	\$ -	\$ 1,000	\$ 13,441	\$ 1,507	\$ -	\$ 251,200	\$ 937,473
RECEIPTS							
Property Taxes	-	-	-	-	-	-	43,463
Licenses and Permits	-	-	-	-	5,807	-	14,241
Intergovernmental	-	-	-	-	-	-	1,142,825
Charges for Services	-	-	73,139	-	-	-	871,795
Miscellaneous	103,053	577	-	5,336	-	1,598,320	1,848,499
State Fees	135	-	-	-	-	-	381,542
Other Liabilities	-	-	-	-	-	-	1,612,624
TOTAL RECEIPTS	103,188	577	73,139	5,336	5,807	1,598,320	5,914,989
DISBURSEMENTS							
Payments to County Treasurer	103,053	-	71,035	-	5,807	-	2,259,877
Payments to State Treasurer	135	-	-	-	-	-	371,537
Petty Cash	-	577	-	5,343	-	1,598,320	1,606,662
Other Liabilities	-	-	-	-	-	-	1,512,903
TOTAL DISBURSEMENTS	103,188	577	71,035	5,343	5,807	1,598,320	5,750,979
BALANCES JUNE 30, 2021	\$ -	\$ 1,000	\$ 15,545	\$ 1,500	\$ -	\$ 251,200	\$ 1,101,483
BALANCES CONSIST OF:							
Due to County Treasurer	\$ -	\$ -	\$ 15,545	\$ -	\$ -	\$ -	\$ 192,214
Petty Cash	-	1,000	-	1,500	-	251,200	263,400
Due to State Treasurer	-	-	-	-	-	-	34,134
Due to Others	-	-	-	-	-	-	611,735
BALANCES JUNE 30, 2021	\$ -	\$ 1,000	\$ 15,545	\$ 1,500	\$ -	\$ 251,200	\$ 1,101,483

(Concluded)

DAWSON COUNTY
SCHEDULE OF TAXES CERTIFIED AND COLLECTED
FOR ALL POLITICAL SUBDIVISIONS IN THE COUNTY
June 30, 2021

Item	2016	2017	2018	2019	2020
Tax Certified by Assessor					
Real Estate	\$ 48,385,550	\$ 48,533,898	\$ 48,251,160	\$ 48,703,621	\$ 48,671,680
Personal and Specials	2,493,445	3,111,618	2,543,512	2,386,821	2,587,935
Total	<u>50,878,995</u>	<u>51,645,516</u>	<u>50,794,672</u>	<u>51,090,442</u>	<u>51,259,615</u>
Corrections					
Additions	116,655	39,836	228,732	173	19,942
Deductions	(326,441)	(218,144)	(270,300)	(51,175)	(54,641)
Net Additions/ (Deductions)	<u>(209,786)</u>	<u>(178,308)</u>	<u>(41,568)</u>	<u>(51,002)</u>	<u>(34,699)</u>
Corrected Certified Tax	<u>50,669,209</u>	<u>51,467,208</u>	<u>50,753,104</u>	<u>51,039,440</u>	<u>51,224,916</u>
Net Tax Collected by County Treasurer during Fiscal Year Ending:					
June 30, 2017	31,900,991	-	-	-	-
June 30, 2018	18,788,521	32,392,350	-	-	-
June 30, 2019	(23,541)	18,984,008	31,597,995	-	-
June 30, 2020	2,278	25,391	19,082,266	31,842,691	-
June 30, 2021	234	5,309	5,217	19,057,315	32,346,595
Total Net Collections	<u>50,668,483</u>	<u>51,407,058</u>	<u>50,685,478</u>	<u>50,900,006</u>	<u>32,346,595</u>
Total Uncollected Tax	<u>\$ 726</u>	<u>\$ 60,150</u>	<u>\$ 67,626</u>	<u>\$ 139,434</u>	<u>\$ 18,878,321</u>
Percentage Uncollected Tax	<u>0.00%</u>	<u>0.12%</u>	<u>0.13%</u>	<u>0.27%</u>	<u>36.85%</u>

Note: Tax refunds are netted against tax collections to determine Net Tax Collected.

DAWSON COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Total Federal Expenditures
DEPARTMENT OF JUSTICE			
Passed through Nebraska Commission on Law Enforcement and Criminal Justice Crime Victims Assistance	16.575	unavailable	\$ 124,158
Total U.S. Department of Justice			<u>124,158</u>
DEPARTMENT OF HOMELAND SECURITY			
Passed through Nebraska Military Department Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	unavailable	276,721
Emergency Management Performance Grants	97.042	unavailable	<u>37,328</u>
Total U.S. Department of Homeland Security			<u>314,049</u>
ELECTION ASSISTANCE COMMISSION			
Passed through Nebraska Secretary of State COVID-19 2018 HAVA Election Security Grants	90.404	unavailable	<u>10,236</u>
Total U.S. Election Assistance Commission			<u>10,236</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through Nebraska Department of Health and Human Services Child Support Enforcement	93.563	unavailable	<u>204,945</u>
Total U.S. Department of Health and Human Services			<u>204,945</u>
DEPARTMENT OF TRANSPORTATION			
Passed through Nebraska Department of Transportation State and Community Highway Safety	20.600	unavailable	<u>5,606</u>
Total U.S. Department of Transportation			<u>5,606</u>
DEPARTMENT OF THE TREASURY			
Passed through Nebraska Military Department Coronavirus Relief Fund	21.019	unavailable	* <u>818,664</u>
Total U.S. Department of the Treasury			<u>818,664</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>\$ 1,477,658</u></u>

* Represents Major Program

See accompanying Notes to the Schedule of Expenditures of Federal Awards

DAWSON COUNTY

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2021

1. **Basis of Presentation**

The accompanying schedule of expenditures of Federal awards (Schedule) includes the Federal award activity of Dawson County (County) under programs of the Federal government for the year ended June 30, 2021, except as noted in Note 2 below. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes or net assets of the County. The County's reporting entity is defined in Note 1.A. to the County's financial statements. Federal awards received directly from Federal agencies, as well as those passed through other government agencies, are included in the Schedule. Unless otherwise noted on the Schedule, all programs are received directly from the respective Federal agency.

2. **Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The County has elected to use the 10 percent de minimis indirect cost rate, as allowed under Uniform Guidance, except for the Child Support Enforcement Program.

3. **Disaster Grants – Public Assistance (Presidentially Declared Disasters)**

After a presidentially declared disaster, the Federal Emergency Management Agency (FEMA) provides Disaster Grants – Public Assistance (Presidentially Declared Disasters) (CFDA 97.036) to reimburse eligible costs associated with the repair, replacement, or restoration of disaster-damaged infrastructure. The Schedule reports expenditures of \$276,721 for this program. Some of this amount was incurred and paid prior to the fiscal year ended June 30, 2021.



NEBRASKA AUDITOR OF PUBLIC ACCOUNTS

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DAWSON COUNTY
**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Board of Commissioners
Dawson County, Nebraska

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Dawson County, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Dawson County's basic financial statements, and have issued our report thereon dated October 4, 2021. The report notes the financial statements were prepared on the basis of cash receipts and disbursements.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Dawson County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Dawson County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We consider the following deficiency in the County's internal control to be a significant deficiency:

- The County offices lacked a segregation of duties, as one person could handle all aspects of processing a transaction from beginning to end. Good internal control includes a plan of organization, procedures, and records designed to safeguard assets and provide reliable financial records. Inadequate segregation of duties could lead to the misappropriation of assets or improper reporting. Due to a limited number of personnel, an adequate segregation of duties may not be possible without additional cost.

Board Response: The County has discussed the finding but must consider the cost of adequate segregation of duties when determining the use of tax money.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Dawson County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Additional Items

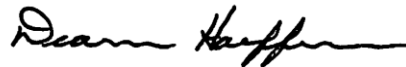
We also noted certain matters that we reported to the management of Dawson County in a separate letter dated October 4, 2021.

Dawson County's Response to Findings

Dawson County's response to the findings identified in our audit is described above. Dawson County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Deann Haeffner, CPA
Assistant Deputy Auditor
Lincoln, Nebraska

October 4, 2021



NEBRASKA AUDITOR OF PUBLIC ACCOUNTS

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DAWSON COUNTY
**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND
REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

Independent Auditor's Report

Board of Commissioners
Dawson County, Nebraska

Report on Compliance for Each Major Federal Program

We have audited Dawson County's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of Dawson County's major Federal programs for the year ended June 30, 2021. Dawson County's major Federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the Federal statutes, regulations, and the terms and conditions of its Federal awards applicable to its Federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Dawson County's major Federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program occurred. An audit includes examining, on a test basis, evidence about Dawson County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major Federal program. However, our audit does not provide a legal determination of Dawson County's compliance with those requirements.

Opinion on Each Major Federal Program

In our opinion, Dawson County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of Dawson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Dawson County's internal control over compliance with the types of requirements that could have a direct and material effect on each major Federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major Federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Dawson County's internal control over compliance.

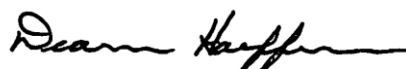
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a Federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of the internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of Dawson County as of and for the year ended June 30, 2021, and have issued our report thereon dated October 4, 2021, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements, which collectively comprise the basic financial statements. The accompanying schedule of expenditures of Federal awards is presented for purposes of additional analysis, as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of Federal awards is fairly stated in all material respects in relation to the financial statements as a whole. The report notes the financial statements were prepared on the basis of cash receipts and disbursements.



October 4, 2021

Deann Haeffner, CPA
Assistant Deputy Auditor
Lincoln, Nebraska

DAWSON COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2021

Section I – Summary of Auditor’s Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with cash basis of accounting:

Unmodified

Internal control over financial reporting:

Material weaknesses identified? ☐ Yes ☒ None Reported

Significant deficiencies identified? ☒ Yes ☐ No

Noncompliance material to financial statements noted? ☐ Yes ☒ None Reported

Federal Awards

Internal control over major programs:

Material weaknesses identified? ☐ Yes ☒ None Reported

Significant deficiencies identified? ☐ Yes ☒ None Reported

Type of auditor’s report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

☐ Yes ☒ No

Major programs: **Coronavirus Relief Fund: CFDA #21.019**

Dollar threshold used to distinguish between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

☐ Yes ☒ No

DAWSON COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

(Concluded)

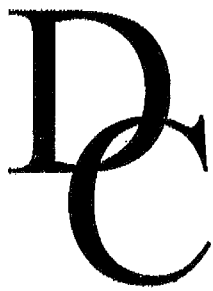
Section II – Financial Statement Findings

Finding # 2021-1

<u>Condition</u> -	There is a lack of segregation of accounting functions among various County offices and personnel. This is a continuing item from the prior year.
<u>Criteria</u> -	Authorization or approval of transactions, recording of transactions, and custody of assets should normally be segregated from each other.
<u>Context</u> -	Various County offices collect money, most of those offices employ one or two individuals. The offices remit the money to the County Treasurer.
<u>Effect</u> -	This lack of segregation of duties results in an inadequate overall internal control structure design.
<u>Cause</u> -	The County does not employ sufficient office personnel to properly segregate accounting functions.
<u>Recommendation</u> -	The County should be aware of the inherent risks associated with improper segregation of accounting functions. The County should also develop mitigating controls to reduce the risk of errors or fraud associated with the improper segregation of accounting functions.
<u>View of Officials</u> -	The County has discussed the finding but must consider the cost of adequate segregation of duties when determining the use of tax money.

Section III – Federal Award Findings and Questioned Costs

None Noted



Dawson County

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Bill Stewart, Chairman

PJ Jacobson, Vice-Chairman

Dennis Rickertsen

Rod Reynolds

E. Dean Kugler

CORRECTIVE ACTION PLAN

Year Ended June 30, 2021

The corrective action plan for the findings included in the Schedule of Findings and Questioned Costs are summarized as follows:

Finding 2021-1 Segregation of Duties

Corrective Action Planned: The County has discussed the finding but must consider the cost of adequate segregation of duties when determining the use of tax money.

Anticipated Completion Date: Ongoing

Responsible Party: County Board



NEBRASKA AUDITOR OF PUBLIC ACCOUNTS

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October 4, 2021

Board of Commissioners
Dawson County, Nebraska

Dear Commissioners:

We have audited the basic financial statements of Dawson County (County) for the fiscal year ended June 30, 2021, and have issued our report thereon dated October 4, 2021. In planning and performing our audit of the basic financial statements of the County, we considered internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements. An audit does not include examining the effectiveness of internal control and does not provide assurance on internal control. We also performed tests of the County's compliance with certain provisions of laws, regulations, contracts, and grants.

During our audit, we noted certain matters involving internal control over financial reporting and other operational matters that are presented here. These comments and recommendations are intended to improve the internal control over financial reporting or result in operational efficiencies in the following areas:

COUNTY BOARD

Duplicate Payments

During the audit, we noted four claims, totaling \$4,428, that were duplicate payments.

The table below provides a summary of these duplicate payments:

Payee	Duplicate Amount	Original Claim		Duplicate Claim	
		Date	Claim #	Date	Claim #
Cash-Wa Distributing	\$ 1,119	9/15/2020	90147	10/1/2020	90237
Cash-Wa Distributing	569	10/1/2020	90237	10/15/2020	90374
VVS Canteen	394	7/15/2020	89638	7/31/2020	89744
GeoComm, Inc.	2,346	3/15/2021	91678	4/15/2020	91919
Total	\$ 4,428				

The vendors notified the County of these duplicate claims and issued credits for the overpayments. The County lacked the proper internal controls, however, to identify those overpayments itself.

Good internal controls and sound accounting practices require procedures for periodically reviewing vendor payments to prevent duplicate claims.

Without such procedures, there is an increased risk of loss or misuse of County funds.

We recommend the County Board implement procedures for reviewing all claims prior to approval to ensure that they are not duplicate payments.

Board Response: Procedures have been implemented to ensure this does not happen again.

COUNTY OVERALL

Segregation of Duties

Good internal control includes a plan of organization, procedures, and records designed to safeguard assets and provide reliable financial records. A system of internal control should include a proper segregation of duties, so no one individual is capable of handling all phases of a transaction from beginning to end.

We noted that the offices of the County each lacked a segregation of duties, as one person could handle all aspects of processing a transaction from beginning to end. A lack of segregation of duties increases the risk of possible errors or irregularities; however, due to a limited number of personnel, an adequate segregation of duties may not be possible without additional cost.

This was also noted in prior audits.

We recommend the County review this situation. As always, the County must weigh the cost of hiring additional personnel versus the benefit of a proper segregation of duties.

Board Response: The County has discussed the finding but must consider the cost of adequate segregation of duties when determining the use of tax money.

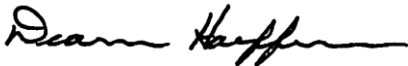
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It should be noted this report is critical in nature, as it contains only our comments and recommendations on the areas noted for improvement and does not include our observations on any strong features of the County.

Draft copies of this report were furnished to the County to provide management with an opportunity to review the report and to respond to the comments and recommendations included in this report. All formal responses received have been incorporated into this report. Where no response has been included, the County declined to respond. Responses that indicate corrective action has been taken were not verified at this time, but they will be verified in the next audit.

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sincerely,



Deann Haeffner, CPA
Assistant Deputy Auditor